

SME Financing Guarantee Scheme



Enable you climb over summits

Customer Service Hotline: (852) 2622 2633
www.ncb.com.hk

Wholly owned subsidiary of China Cinda

Nanyang Commercial Bank, Limited ("the Bank") is committed to provide continuous support to local SMEs and has joined the "SME Financing Guarantee Scheme" ("SFGS")¹ (including the 80% Guarantee Product, 90% Guarantee Product and the Special 100% Loan Guarantee) launched by HKMC Insurance Limited ("HKMCI"), a wholly owned subsidiary of The Hong Kong Mortgage Corporation Limited ("HKMC"). We are pleased to offer flexible lending solution to meet your financing needs and facilitate your business growth.

Major Features of SFGS Guarantee Products

	80% Guarantee Product ²	90% Guarantee Product ²	Special 100% Loan Guarantee ²
Eligibility of Borrower	Eligible enterprises must have business operation in Hong Kong and be registered in Hong Kong under the Business Registration Ordinance (Chapter 310) ³		
Maximum Facility Amount	HK\$18 million ⁴	HK\$8 million ⁴	HK\$9 million, or borrower's wages plus rental payment for 27 months, whichever is the lower.
Maximum Guarantee Period/ Maximum Repayment Term⁵	7 years ⁶	5 years	10 years
Type of Loans	Term loans and revolving credit facilities (including trade finance)	Term loans	Term loans
Use of Credit Facilities	- Providing general working capital for the enterprise's business operations, or - Acquisition of equipment or assets (but excluding residential properties) ⁷		To pay wages and rents, or meet imminent needs in working capital ⁷
Facility Interest Rate and handling fee	Preferential interest rate is offered by the Bank		Interest rate at HKMC HKD Prime Rate ⁸ less 2.5% with waiver of facility handling fee

Act Now

Please contact our commercial teams or your relationship manager, or call Customer Service Hotline at (852) 2622 2633.

Important Notice: To borrow or not to borrow? Borrow only if you can repay !

Terms and Conditions

- The "SME Financing Guarantee Scheme" is provided by the HKMCI. For details, including the application period, eligibility criteria, enhancement measures and the Interest Subsidy Scheme, please visit the website of the HKMC at www.hkmc.com.hk/sfgs, subject to announcements made by the HKMCI from time to time.
- The application period of 80%, 90% Guarantee Product and the Special 100% Loan Guarantee ends on 31 March 2024, subject to announcements made by the HKMCI from time to time.
- For 80% Guarantee Product, eligible enterprises must have business operation in Hong Kong for at least one year on the date of guarantee application whereas for Special 100% Loan Guarantee, eligible businesses must have business operation in Hong Kong for at least three months as at 31 March 2022 and must have suffered at least a 30% decline in sales turnover in any month since February 2020 compared with the monthly average of any preceding quarter from January 2019 to March 2022. For other eligibility criteria of the borrower, please visit the website of the HKMC at www.hkmc.com.hk/sfgs, subject to announcements made by the HKMCI from time to time.
- The mentioned Maximum Facility Amounts are applicable to qualifying 80% and 90% Guarantee Product applications received by the HKMCI on or before 31 March 2024, subject to announcements made by the HKMCI from time to time. The Maximum Facility Amount is calculated per borrower (including its subsidiaries and related entities) at any point of time, including credit facilities guaranteed under the 80% Guarantee Product and 90% Guarantee Product.
- The mentioned Maximum Guarantee Period and the Maximum Repayment Term, based on the Principal Moratorium (PM) and the Partial Principal Repayment (PPR) arrangements, will generally be extended corresponding.
- The mentioned Maximum Guarantee Period is applicable to 80% Guarantee Product applications received by the HKMCI on or before 31 March 2024, subject to announcements made by the HKMCI from time to time.
- The credit facility must not be used for repaying, restructuring or repackaging all or any part of any loan, credit facility or payment obligation of the borrower, its subsidiaries and its related entities. The use of credit facilities is subject to announcements made by the HKMCI from time to time.
- The interest rate is calculated at the Prime Rate of the HKMC (6.00% as at 8th May 2023, subject to adjustment from time to time)
- The actual loan amount, interest rate, handling fee and applicable terms and conditions are subject to the Bank's and the HKMCI's final approval. The Bank reserves the right to approve and reject the loan application at its absolute discretion and is not required to provide any reason for its rejection. The loan is bound by the terms and conditions stipulated on the loan documents signed by the borrower and the Bank.
- The above products, services and promotional offers are subject to the relevant terms and conditions of the Bank and the HKMCI. For more details, please contact the Bank's staff. The Bank reserves the right to amend, suspend or terminate the above products, services and offers, and to amend their relevant terms and conditions at any time at its absolute discretion without prior notice. In case of any dispute, the decision of the Bank shall be final.
- Should there be any discrepancy between the Chinese and English versions of this promotional material, the Chinese version shall prevail.